

Canadian Celanese Limited

ANNUAL REPORT

FOR THE YEAR ENDED

DECEMBER 31st

1930



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McGILL UNIVERSITY

Canadian Celanese Limited

ANNUAL REPORT

FOR THE YEAR ENDED

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Directors

BRIG.-GEN. SIR WILLIAM ALEXANDER

K.B.E., C.B., C.M.G., D.S.O., M.P.

C. L. AUGER

LEE CADIEN

W. McC. CAMERON

CAMILLE DREYFUS

HENRI DREYFUS

A. SCHWARTZ

P. A. THOMSON

G. H. WHIGHAM

Finance and Executive Committee

P. A. THOMSON (Chairman)

CAMILLE DREYFUS

G. H. WHIGHAM

W. McC. CAMERON

Officers

G. H. WHIGHAM, Chairman of Board of Directors

CAMILLE DREYFUS, President

W. McC. CAMERON, Vice-President

LEE CADIEN, Secretary and Treasurer

C. W. PALMER,

R. H. SPERLING

Vice-President in Charge of Sales

Factory Manager

General Offices

Canada Cement Company Bld'g.

Montreal, P. Q.

Factory

Drummondville,

P. Q.

Auditors

MESSRS. P. S. ROSS & SONS

Montreal, P. Q.

DIRECTORS' REPORT

To the Shareholders
of Canadian Celanese Limited.

DEAR SIR (OR MADAM):

Appended hereto are copies of the Balance Sheet showing the financial position of the Company as at December 31, 1930 and the Profit and Loss and Surplus Account for the year ended December 31, 1930 together with the statement of the Company's auditors, Messrs. P. S. Ross & Sons.

The net profit from operations for the year was \$1,254,529.67 as compared with \$527,519.56 for the previous year. After making provision for income tax, depreciation, and other deductions and after providing \$100,000.00 as a reserve for contingencies, there was carried to Surplus Account \$811,512.05 as compared with \$365,317.07 last year.

On December 31, 1930 the Company distributed a dividend of $3\frac{1}{2}\%$ to the holders of the 7% Cumulative Participating Preferred shares.

The increase in the inventories of \$495,829.12 is normal and the result of the expansion of production and sales.

The financial position of your Company is good, the excess of current assets over current liabilities being in the ratio of eighteen to one.

Your products have obtained a commanding position with the Canadian consumer and your directors view the future with confidence.

The Board takes this opportunity to thank its officers, employees and agents for their excellent services, loyalty and cooperation.

For the Board of Directors,

CAMILLE DREYFUS,
President.

March 9th, 1931.

Balance Sheet
as at December 31, 1930

Assets

FIXED:

Real Estate, Plant, Organization and Development Expenses, Patents, etc.	\$8,677,227.86
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CURRENT:

Cash on Hand and in Banks	\$ 215,964.36	
Bonds and Stocks at Cost	1,376,468.49	
Accounts Receivable and Accrued Interest	405 902.09	
Inventories of Raw Materials, Supplies, Work-in-Process and Finished Goods	1,600,803.53	3,599,138.47

DEFERRED AND PREPAID CHARGES:

Unexpired Insurance, Taxes, etc.	31,925.46
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\$12,308,291.79

Examined and Certified Correct in
accordance with our attached Certificate.

P. S. ROSS & SONS
Chartered Accountants

MONTREAL, February 25, 1931

Balance Sheet
as at December 31, 1930

Liabilities

CAPITAL STOCK:

AUTHORIZED:

150,000 Shares 7 % Cumulative
Participating Preferred
300,000 Shares Common without
Nominal or Par Value

ISSUED :

90,000 Shares 7 % Cumulative Participating Preferred	\$9,000,000.00	
250,409 Shares Common without Nominal or Par Value	981,545.00	\$9,981,545.00

(Arrears of Dividends on Preferred
shares \$29.75 per Share)

RESERVE FOR DEPRECIATION	321,209.27
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RESERVE FOR CONTINGENCIES AND UNASCERTAINED CHARGES	100,000.00
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CURRENT:

Accounts Payable and Accrued Liabilities	192,058.96
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SURPLUS:

Per Statement Attached	1,713,478.56
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\$12,308,291.79

Approved on behalf of the Board:

(Signed) C. L. AUGER	Director
A. SCHWARTZ	Director

PROFIT and LOSS and SURPLUS ACCOUNT

For the Year Ended December 31, 1930.

Net Profit from Operations		\$1,254,529.67
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DEDUCT:

Depreciation, Income Tax and Other Deductions	\$343,017.62	
Reserve for Contingencies and Uncertained Charges	100,000.00	443,017.62
		<u>811,512.05</u>

ADD:

Balance at Credit of Surplus Account, December 31, 1929:		
Paid in	339,530.32	
Earned	877,436.19	1,216,966.51
		<u>2,028,478.56</u>

DEDUCT:

Dividend of 3½% on Preferred Shares paid December 31, 1930		315 000.00
Balance at Credit of Surplus Account, December 31, 1930.		<u>\$1,713,478.56</u>

AUDITORS' CERTIFICATE

Montreal, Que.,

February 25, 1931.

To the Shareholders,
Canadian Celanese Limited,
Montreal.

We have examined the books of account and financial records of Canadian Celanese Limited for the year ended December 31, 1930 and have obtained all the information and explanations we have required.

We certify that, in our opinion, the attached Balance Sheet and relative Profit and Loss and Surplus Account present a true and correct statement of the financial position of the Company as at December 31, 1930, and the results from operations for the year ended that date, according to the best of our information and the explanations given to us and as shown by the books of the Company.

P. S. ROSS & SONS

Chartered Accountants.

